# Contents of Volume XX

## Authors


Page

Argy, Victor, and Zoran Hodjera. Financial Integration and Interest Rate Linkages in the Industrial Countries ..... 1

Artus, Jacques R., and Rudolf R. Rhomberg. A Multilateral Exchange Rate Model ..... 591

Bhagwat, Avinash. Main Features of the Employment Problem in Developing Countries ..... 78

Bird, Richard M., and Luc Henry De Wulf. Taxation and Income Distribution in Latin America: A Critical Review of Empirical Studies ..... 639

Borpujari, Jitendra G., and Teresa Ter-Minassian. The Weighted Budget Balance Approach to Fiscal Analysis: A Methodology and Some Case Studies ..... 801

Casanegra, Milka, George E. Lent, and Michèle Guerard. The Value-Added Tax in Developing Countries ..... 318

Chelliah, Raja J. Significance of Alternative Concepts of Budget Deficit ..... 741

De Wulf, Luc Henry, and Richard M. Bird. Taxation and Income Distribution in Latin America: A Critical Review of Empirical Studies ..... 639

Dixon, Daryl A. The Full Employment Budget Surplus Concept as a Tool of Fiscal Analysis in the United States ..... 203

Elson, R. Anthony, and José D. Teigeiro. The Export Promotion System and the Growth of Minor Exports in Colombia .... 419

Guerard, Michèle. The Brazilian State Value-Added Tax ..... 118

Guerard, Michèle, George E. Lent, and Milka Casanegra. The Value-Added Tax in Developing Countries ..... 318

Guitian, Manuel. Credit Versus Money as an Instrument of Control ..... 785

CONTENTS


Page

Hodjera, Zoran. International Short-Term Capital Movements: A Survey of Theory and Empirical Analysis ..... 683

Hodjera, Zoran, and Victor Argy. Financial Integration and Interest Rate Linkages in the Industrial Countries ..... 1

Horsefield, J. Keith. Proposals for Using Objective Indicators as a Guide to Exchange Rate Changes: A Historical Comment .. 832

Lent, George E., Milka Casanegra, and Michèle Guerard. The Value-Added Tax in Developing Countries ..... 318

Mohammed, Azizali F., and Fabrizio Saccomanni. Short-Term Banking and Euro-Currency Credits to Developing Countries ..... 612

Ouattara, Alassane D. Trade Effects of the Association of African Countries with the European Economic Community ..... 499

Park, Yung Chul. The Role of Money in Stabilization Policy in Developing Countries ..... 379

Patrick, Hugh T., and U Tun Wai. Stock and Bond Issues and Capital Markets in Less Developed Countries ..... 253

Ragazzi, Giorgio. Theories of the Determinants of Direct Foreign Investment ..... 471

Rhomberg, Rudolf R., and Jacques R. Artus. A Multilateral Exchange Rate Model ..... 591

Saccomanni, Fabrizio, and Azizali F. Mohammed. Short-Term Banking and Euro-Currency Credits to Developing Countries ..... 612

Spitäller, Erich. Incomes Policy in Austria ..... 170

Teigeiro, José D., and R. Anthony Elson. The Export Promotion System and the Growth of Minor Exports in Colombia ..... 419

Ter-Minassian, Teresa, and Jitendra G. Borpujari. The Weighted Budget Balance Approach to Fiscal Analysis: A Methodology and Some Case Studies ..... 801

Underwood, Trevor G. Analysis of Proposals for Using Objective Indicators as a Guide to Exchange Rate Changes ..... 100

Wai, U Tun, and Hugh T. Patrick. Stock and Bond Issues and Capital Markets in Less Developed Countries ..... 253

Williamson, John. Payments Objectives and Economic Welfare .. 573

## Titles

Page

Analysis of Proposals for Using Objective Indicators as a Guide to Exchange Rate Changes. By Trevor G. Underwood ..... 100
The Brazilian State Value-Added Tax. By Michèle Guerard .... 118
Credit Versus Money as an Instrument of Control. By Manuel Guitian ..... 785
The Export Promotion System and the Growth of Minor Exports in Colombia. By José D. Teigeiro and R. Anthony Elson ... 419
Financial Integration and Interest Rate Linkages in the Industrial Countries. By Victor Argy and Zoran Hodjera ..... 1
The Full Employment Budget Surplus Concept as a Tool of Fiscal Analysis in the United States. By Daryl A. Dixon ..... 203
Incomes Policy in Austria. By Erich Spitäller ..... 170
International Short-Term Capital Movements: A Survey of Theory and Empirical Analysis. By Zoran Hodjera ..... 683
Main Features of the Employment Problem in Developing Countries. By Avinash Bhagwat ..... 78
A Multilateral Exchange Rate Model. By Jacques R. Artus and Rudolf R. Rhomberg ..... 591
Payments Objectives and Economic Welfare. By John Williamson 573
Proposals for Using Objective Indicators as a Guide to Exchange Rate Changes: A Historical Comment. By J. Keith Horsefield 832
The Role of Money in Stabilization Policy in Developing Countries. By Yung Chul Park ..... 379
Short-Term Banking and Euro-Currency Credits to Developing Countries. By Azizali F. Mohammed and Fabrizio Saccomanni 612
Significance of Alternative Concepts of Budget Deficit. By Raja J. Chelliah ..... 741
Stock and Bond Issues and Capital Markets in Less Developed Countries. By U Tun Wai and Hugh T. Patrick ..... 253
Taxation and Income Distribution in Latin America: A Critical Review of Empirical Studies. By Richard M. Bird and Luc Henry De Wulf ..... 639
Theories of the Determinants of Direct Foreign Investment. By Giorgio Ragazzi ..... 471
Trade Effects of the Association of African Countries with the European Economic Community. By Alassane D. Ouattara .. 499

Page

The Value-Added Tax in Developing Countries. By George E. Lent, Milka Casanegra, and Michèle Guerard ..... 318

The Weighted Budget Balance Approach to Fiscal Analysis: A Methodology and Some Case Studies. By Jitendra G. Borpujari and Teresa Ter-Minassian ..... 801

## Résumés

Avantages du crédit sur la monnaie en tant qu'instrument de contrôle ..... 859

Effets commerciaux de l'association des pays africains avec la Communauté Economique Européenne ..... 561

Emissions d'actions et d'obligations et marchés des capitaux dans les pays peu développés ..... 553

Examen des propositions concernant l'emploi d'indicateurs objectifs comme critères pour les modifications des taux de change .. 238

L'excédent budgétaire de plein emploi, instrument de l'analyse budgétaire aux Etats-Unis ..... 242

Fiscalité et redistribution des revenus en Amérique latine : une revue critique de quelques études empiriques ..... 855

Intégration financière et relations entre les taux d'intérêt des pays industriels, 1958–71 ..... 235

La méthode d'analyse financière dite du "solde budgétaire pondéré": une méthodologie et quelques études de cas ..... 861

Un modèle de taux de change multilatéral ..... 851

Les mouvements internationaux de capitaux à court terme : étude de théorie et d'analyse empirique ..... 856

Objectifs de balance des paiements et bien-être économique ..... 850

La politique des revenus en Autriche ..... 241

Prêts bancaires à court terme et crédits en euro-monnaies aux pays en voie de développement ..... 853

Le problème de l'emploi dans les pays en voie de développement : ses principales caractéristiques ..... 236

Propositions d'utilisation des indicateurs objectifs en tant que guide des modifications des taux de change : un commentaire historique ..... 862

Le rôle de la monnaie dans la politique de stabilisation des pays en voie de développement ..... 557

CONTENTS


Page

La signification de divers concepts de déficit budgétaire ..... 857
Le système de promotion des exportations et la croissance des exportations secondaires en Colombie ..... 558
La taxe sur la valeur ajoutée dans les Etats du Brésil ..... 239
La taxe sur la valeur ajoutée dans les pays en voie de développement ..... 555
Théorie des facteurs qui déterminent l'investissement étranger direct ..... 559


## Resúmenes


Análisis de las propuestas para utilizar indicadores objetivos como guía en las modificaciones de los tipos de cambio ..... 247
El concepto de superávit presupuestario en pleno empleo como instrumento de análisis fiscal en los Estados Unidos ..... 251
Crédito vs. dinero como instrumento de control ..... 872
Créditos de corto plazo bancarios y en euromonedas a los países en desarrollo ..... 866
Efectos comerciales de la asociación de países africanos con la Comunidad Económica Europea ..... 571
Las emisiones de acciones y bonos y los mercados del capital en los países menos desarrollados ..... 563
La función del dinero en la política de estabilización de los países en desarrollo ..... 567
El impuesto al valor agregado en los países en desarrollo ..... 565
El impuesto de los estados brasileños sobre el valor añadido .... 248
Integración financiera y relaciones entre los tipos de interés en los países industriales, 1958–71 ..... 244
El método del saldo presupuestario ponderado para el análisis fiscal: una metodología y algunos estudios de casos ..... 873
Un modelo multilateral de tipos de cambio ..... 864
Movimientos internacionales de capital a corto plazo: panorama de la teoría y el análisis empírico ..... 869
Objetivos de pagos y el bienestar económico ..... 863
Política de ingresos en Austria ..... 250
Principales características del problema del empleo en los países en desarrollo ..... 245

Page

Propuestas para utilizar los indicadores objetivos como orientación en las modificaciones de los tipos de cambio: un comentario histórico ..... 875
Significado de distintos conceptos de déficit presupuestario ..... 870
El sistema de fomento de la exportación y el crecimiento de las exportaciones menores de Colombia ..... 568
Teorías de los determinantes de la inversión extranjera directa ... 569
La tributación y la distribución del ingreso en América Latina: un examen crítico de los estudios empíricos ..... 868

## Subject Index

*(For scheme of classification, see Index to Volumes I–XVI, page 45.)*

**B. Balance of Payments**

1. ANALYSIS

Payments Objectives and Economic Welfare. By John Williamson ..... 573

3. INTERNATIONAL CAPITAL MOVEMENTS

Financial Integration and Interest Rate Linkages in the Industrial Countries. By Victor Argy and Zoran Hodjera 1
International Short-Term Capital Movements: A Survey of Theory and Empirical Analysis. By Zoran Hodjera .... 683
Short-Term Banking and Euro-Currency Credits to Developing Countries. By Azizali F. Mohammed and Fabrizio Saccomanni ..... 612
Theories of the Determinants of Direct Foreign Investment. By Giorgio Ragazzi ..... 471

**C. International Trade**

1. INTERNATIONAL AND COMMODITY STUDIES

A Multilateral Exchange Rate Model. By Jacques R. Artus and Rudolf R. Rhomberg ..... 591
Trade Effects of the Association of African Countries with

Page

the European Economic Community. By Alassane D. Ouattara ..... 499

2. National Studies

The Export Promotion System and the Growth of Minor Exports in Colombia. By José D. Teigeiro and R. Anthony Elson ..... 419

**F. Monetary Systems**

1. International Liquidity

Payments Objectives and Economic Welfare. By John Williamson ..... 573

2. International Standards and Exchange Markets

Analysis of Proposals for Using Objective Indicators as a Guide to Exchange Rate Changes. By Trevor G. Underwood ..... 100

Proposals for Using Objective Indicators as a Guide to Exchange Rate Changes: A Historical Comment. By J. Keith Horsefield ..... 832

Short-Term Banking and Euro-Currency Credits to Developing Countries. By Azizali F. Mohammed and Fabrizio Saccomanni ..... 612

**G. Monetary Analysis**

2. Individual Techniques and General Empirical Studies

The Role of Money in Stabilization Policy in Developing Countries. By Yung Chul Park ..... 379

Stock and Bond Issues and Capital Markets in Less Developed Countries. By U Tun Wai and Hugh T. Patrick ..... 253

**H. Monetary Policy**

1. General Analysis

Credit Versus Money as an Instrument of Control. By Manuel Guitian ..... 785

CONTENTS

Page

**I. Inflation**

3. EMPIRICAL STUDIES

Incomes Policy in Austria. By Erich Spitäller ..... 170

**J. Fiscal Policies**

The Brazilian State Value-Added Tax. By Michèle Guerard 118
The Full Employment Budget Surplus Concept as a Tool of Fiscal Analysis in the United States. By Daryl A. Dixon ..... 203
Significance of Alternative Concepts of Budget Deficit. By Raja J. Chelliah ..... 741
Taxation and Income Distribution in Latin America: A Critical Review of Empirical Studies. By Richard M. Bird and Luc Henry De Wulf ..... 639
The Value-Added Tax in Developing Countries. By George E. Lent, Milka Casanegra, and Michèle Guerard ..... 318
The Weighted Budget Balance Approach to Fiscal Analysis: A Methodology and Some Case Studies. By Jitendra G. Borpujari and Teresa Ter-Minassian ..... 801

**K. Economic Policies—Other**

Main Features of the Employment Problem in Developing Countries. By Avinash Bhagwat ..... 78
Stock and Bond Issues and Capital Markets in Less Developed Countries. By U Tun Wai and Hugh T. Patrick ..... 253